

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

June 21, 1962

C
O
Kern County Land Company
407 V & J Tower Building
Midland, Texas

Attention: Mr. C. W. Braddy

Administrative Order CTB-84

Gentlemen:

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Y
Reference is made to your application dated June 19, 1962, for administrative approval of an exception to Rule 309-A of the Commission Rules and Regulations to permit the commingling of the East Saunders Permo-Pennsylvanian Pool production from the E/2 and E/2 W/2 of Section 17 and the NE/4 and E/2 NW/4 of Section 20, Township 14 South, Range 34 East, NMPM, Lea County, New Mexico, allocating the production to each of the various wells and leases included therein on the basis of monthly well tests.

By the authority vested in me under Rule 309-B of the Commission Rules and Regulations, I hereby authorize you to commingle the production from the above-described acreage from the East Saunders Permo-Pennsylvanian Pool in a common tank battery; provided however, that the installation shall be operated in accordance with the Commission "Manual for the Installation and Operation of Commingling Facilities." Monthly well tests shall be taken for the purpose of allocating production.

Very truly yours,

A. L. PORTER, Jr.,
Secretary-Director

ALP/DSN/esr

cc: Oil Conservation Commission (with enclosure) - Hobbs
Oil & Gas Engineering Committee - Hobbs
State Land Office - Santa Fe

June 21, 1962

Mr. C. W. Braddy, Dist. Landman
KERN COUNTY LAND COMPANY
600 California Street
San Francisco 8, California

Dear Sir:

We have before us, a copy of your application to commingle the production from your State No. 1 17 Well with the production from your No. 2 State 17 Well; said wells located in the NE $\frac{1}{4}$ NW $\frac{1}{4}$, and the NE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 17, Township 14S, Range 34E. Since these wells are both located on lands belonging to Common Schools, and according to your information, the source of supply is from the same zone, we have no objection to your proposed project. Therefore, your application is hereby approved.

We wish to remind you that the NW $\frac{1}{4}$ of this section, which is included in State Leases Nos. OG5347-1 and E-6940, belongs to Normal Schools. The fact that it does belong to a different institution creates a drainage problem; therefore, offset wells must be drilled on this acreage to protect their rights.

Very truly yours,

E. S. JOHNNY WALKER
COMMISSIONER OF PUBLIC LANDS

By:
TED BILBERRY, Supervisor
Oil and Gas Department

EW/TB/pb
cc: Mr. D. Nutter
Oil Conservation Commission